



**HINDALCO INDUSTRIES LIMITED**

Regd. Office: "Century Bhavan", 3rd Floor, Dr. Annie Besant Road, Worli, Mumbai-400 025

UNAUDITED (PROVISIONAL) FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2004					
Particulars	(Rupees in Million)				
	Quarter ended 30/09/2004 (Unaudited)	Quarter ended 30/09/2003 (Unaudited)	Half year ended 30/09/2004 (Unaudited)	Half year ended 30/09/2003 (Unaudited)	Year ended 31/03/2004 (Audited)
<b>1 Net Sales</b>	<b>20,460</b>	<b>14,809</b>	<b>37,212</b>	<b>26,407</b>	<b>61,973</b>
<b>2 Other Income</b>	<b>1,032</b>	<b>802</b>	<b>1,491</b>	<b>1,512</b>	<b>2,446</b>
<b>3 Total Expenditure</b>	<b>16,051</b>	<b>11,062</b>	<b>29,073</b>	<b>19,339</b>	<b>47,177</b>
(a). (Increase)/Decrease in Stock in Trade	(645)	(759)	(1,499)	(1,244)	(1,174)
(b). Consumption of Raw Materials	12,005	7,931	21,685	13,093	32,546
(c). Staff Cost	630	587	1,247	1,172	2,402
(d). Manufacturing/Operating Expenses	3,233	2,562	6,011	4,916	10,520
(e). Other Expenditure	828	741	1,629	1,402	2,883
<b>4 Interest &amp; Finance Charges</b>	<b>398</b>	<b>422</b>	<b>796</b>	<b>873</b>	<b>1,612</b>
<b>5 Gross Profit</b>	<b>5,043</b>	<b>4,127</b>	<b>8,834</b>	<b>7,707</b>	<b>15,630</b>
<b>6 Depreciation</b>	<b>893</b>	<b>778</b>	<b>1,759</b>	<b>1,495</b>	<b>3,174</b>
<b>7 Profit before Tax</b>	<b>4,150</b>	<b>3,349</b>	<b>7,075</b>	<b>6,212</b>	<b>12,456</b>
<b>8 Provision for Tax</b>	<b>1,448</b>	<b>1,072</b>	<b>2,420</b>	<b>2,005</b>	<b>4,067</b>
(a). Provision for Current Tax	1,207	631	1,916	1,119	2,606
(b). Provision for Deferred Tax	241	441	504	886	1,461
<b>Net Profit for the period</b>	<b>2,702</b>	<b>2,277</b>	<b>4,655</b>	<b>4,207</b>	<b>8,389</b>
Provision for deferred tax for earlier years (see Note 2)	199	-	199	-	-
<b>9 Net Profit</b>	<b>2,503</b>	<b>2,277</b>	<b>4,456</b>	<b>4,207</b>	<b>8,389</b>
<b>10 Paid-up Equity Share Capital (Face Value : Rs.10/- per Share)</b>	<b>925</b>	<b>925</b>	<b>925</b>	<b>925</b>	<b>925</b>
<b>11 Reserves</b>					<b>67,654</b>
<b>12 Basic &amp; Diluted EPS (Rs.)</b>	<b>27</b>	<b>25</b>	<b>48</b>	<b>45</b>	<b>91</b>
<b>13 Aggregate of non-promoter shareholding</b>					
(a). Number of shares			68,508,747	69,940,048	69,941,039
(b). Percentage of shareholding			74.08%	75.63%	75.63%

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT					
Particulars	(Rupees in Million)				
	Quarter ended 30/09/2004 (Unaudited)	Quarter ended 30/09/2003 (Unaudited)	Half year ended 30/09/2004 (Unaudited)	Half year ended 30/09/2003 (Unaudited)	Year ended 31/03/2004 (Audited)
<b>1. Segment Revenue</b>					
(a). Aluminium Business	8,836	6,962	16,580	13,609	29,960
(b). Copper Business	11,624	7,847	20,632	12,798	32,013
	20,460	14,809	37,212	26,407	61,973
Less: Inter Segment Revenue	(72)	(20)	(91)	(20)	(64)
<b>Net Sales/Income from operations</b>	<b>20,388</b>	<b>14,789</b>	<b>37,121</b>	<b>26,387</b>	<b>61,909</b>
<b>2. Segment Results (Profit/Loss before Tax and interest from each Segment)</b>					
(a). Aluminium Business	2,858	1,956	5,458	3,984	8,906
(b). Copper Business	698	1,119	1,102	1,815	3,097
	3,556	3,075	6,560	5,799	12,003
Less: Interest & Finance Charges	(398)	(422)	(796)	(873)	(1,612)
	3,158	2,653	5,764	4,926	10,391
Add: Other un-allocable Income net off un-allocable expenses	992	696	1,311	1,286	2,065
<b>Profit before Tax &amp; Extraordinary Items</b>	<b>4,150</b>	<b>3,349</b>	<b>7,075</b>	<b>6,212</b>	<b>12,456</b>
<b>3. Capital Employed (Segment Assets-Segment Liabilities)</b>					
(a). Aluminium Business	38,909	39,291	38,909	39,291	40,661
(b). Copper Business	33,570	26,696	33,570	26,696	27,622
	<b>72,479</b>	<b>65,987</b>	<b>72,479</b>	<b>65,987</b>	<b>68,283</b>

**Notes:**

- (a) The Board of Directors of the Company and Indian Aluminium Company, Ltd. (Indal), a subsidiary company, in their meetings held on 23<sup>rd</sup> August, 2004, have approved a Scheme of Arrangement u/s. 391 to 394 of the Companies Act, 1956 (the Scheme) for transfer by way of demerger of all the business undertakings of Indal (other than the aluminium foil business at Kollur, Andhra Pradesh) to the Company with effect from 1<sup>st</sup> April, 2004 subject to requisite approvals and orders of the High Court of Calcutta and the High Court of Bombay. Pending sanction of the Scheme by the High Courts, the above Financial Results have been prepared without giving effect to the Scheme. As directed by the High Court of Judicature of Bombay, meetings of shareholders, secured and un-secured creditors of the Company will be held on 16th November, 2004 to approve the Scheme.
- (b) Under the Scheme, the Company will allot its shares to each shareholder of Indal in the ratio of one equity share of Rs. 10 each for every seven equity shares of Rs. 2 each (after reduction in the par value from Rs. 10 each to Rs. 2 each) held by such shareholder in the Indal.
- (c) The Company has since communicated to Stock Exchanges and shareholders of Indal that the earlier offer / exit option to shareholders of Indal to tender the shares held by them in favour of the Company at a consideration of Rs.120/- per share till 15th February 2005 will be terminated with effect from 30th October 2004.
- The Company has restated its deferred tax liabilities /assets relating to earlier years at the rates enacted through the Finance (No.2) Act, 2004 and has provided Rs.199 million as tax expense in the quarter ended 30th September, 2004.
- In compliance with Accounting Standard 28 relating to "Impairment of Assets" issued by the Institute of Chartered Accountants of India, a provision for impairment of assets, if any, as at 1st April, 2004, will be adjusted at the end of the financial year against opening balance of General Reserve.
- Disclosure relating to number of complaints from investors during the quarter:

Pending as on 01.07.2004	Received	Resolved	Pending as on 30.09.2004
1	10	10	1

- Previous quarter's figures have been regrouped wherever found necessary.
- The above results have been taken on record at the meeting of the Board of Directors of the Company held on Friday, 29th October, 2004.
- The quarterly results for the period ended 30th September, 2004 have been reviewed by the Auditors.

By and on behalf of the Board

Place: Mumbai  
Dated: 29th October, 2004

D. Bhattacharya  
Managing Director